

Georgia Mountain Community Wind PPA Key Points

- Located in Milton, Vermont connected to CVPS' transmission system
- Purchase 100% of plant output (10-12 MW)
 - Represents approximately 9% to 10% of BED's annual energy requirements
- 25-year term from Commercial Operation (anticipated by 12/31/2012)
- Includes all products (Capacity, Energy, REC's, ancillaries to the extent produced)
- Includes maintenance restrictions to insure operation during BED beneficial periods
- Fixed pricing with annual escalator
 - Very competitive with other renewable proposals
 - Lower cost than approved Vermont Wind contract (Sheffield)
 - Pricing set as \$/MWh produced – BED only pays when energy is received
- Public Service Board has waived Rule 5.200 notice requirements
 - BED can sign immediately. PSB review to occur in project §248 process
- Represents integral piece of BED Integrated Resource Plan
 - Activities to date to complete IRP recommendations:
 - McNeil RSCR - done
 - Sheffield Wind – awaiting commencement of construction
 - Hydro Quebec – PSB review in January
 - **Georgia Mountain Wind – this contract for Council consideration**
 - Winooski-1 hydro – will begin negotiations in 2011
 - Grandpas' Knob wind – in PPA discussions
 - Beaverwood Biomass – just opening discussions

- The proposed PPA is intended as first step
 - The developer does not want to own the facility long term
 - The PPA allows financing to be obtained
 - Plan is to immediately begin negotiating pre-payment or purchase upon PPA approval
 - Needs to be carefully crafted to avoid negative tax implications

APPROVAL OF AGREEMENT BETWEEN
GEORGIA MOUNTAIN COMMUNITY
WIND, LLC AND BURLINGTON ELECTRIC
DEPARTMENT

In the year Two Thousand Ten.....

Resolved by the City Council of the City of Burlington, as follows:

That WHEREAS, Georgia Mountain Community Wind, LLC is developing an up to 12 megawatt wind generating facility in Milton and Georgia, Vermont;

WHEREAS, Burlington Electric Department desires to purchase 100% of the output and ancillary products from the facility pursuant to the terms of the Energy, Capacity, REC and Ancillary Services Sale and Purchase Agreement attached hereto;

NOW, THEREFORE, BE IT RESOLVED by the City Council that the Energy, Capacity, REC and Ancillary Services Sale and Purchase Agreement Between Georgia Mountain Community Wind, LLC and Burlington Electric Department attached hereto is hereby approved, subject to final review and approval by the City Attorney or his designee; and

BE IT FURTHER RESOLVED that Barbara L. Grimes, BED General Manager, and/or her designee(s), be and hereby is authorized to execute the Agreement on behalf of the City of Burlington.